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METHOD AND APPARATUS FOR PLACING VIRTUAL OBJECTS

This application is a continuation-in-part of U.S. Application Serial Number 09/597,893, filed June 19, 2000, entitled METHOD AND APPARATUS FOR TARGETING VIRTUAL OBJECTS, which is a continuation-in-part of U.S. Application Serial Number 09/054,419, filed April 3, 1998, entitled TARGETED ADVERTISEMENT USING TELEVISION DELIVERY SYSTEMS, which is a continuation-in-part of U.S. Application Serial Number 08/735,549, filed October 23, 1996, entitled METHOD AND APPARATUS FOR TARGETED ADVERTISING, which is a continuation of U.S. Application Serial Number 08/160,280, filed December 2, 1993, entitled NETWORK CONTROLLER FOR CABLE TELEVISION DELIVERY SYSTEM, now U.S. Patent Number 5,600,364, which was a continuation-in-part of U.S. Application Serial Number 07/991,074, filed December 9, 1992, entitled REMOTE CONTROL FOR MENU DRIVEN SUBSCRIBER ACCESS TO TELEVISION PROGRAMMING. These patents and patent applications are hereby incorporated by reference.

Technical Field

The technical field relates to a method and apparatus for providing virtual objects for display at a terminal. The method and apparatus specifically relate to monitoring, controlling and managing a content delivery network including an operations center, a local insertion center, or a subscriber's local terminal.

Background

Television as an advertising medium has undergone significant advances since its inception in 1939. Modern advances in digital technology now allow viewers to be very selective in choosing programs to watch. Other advances in digital technology have led to such programming enhancements as a "tail" on a hockey puck, or an overlaid first down marker on a football field. The same technological advances allow improvements in the way advertisements are currently presented. Many sporting events are now presented with virtual object advertisements included in the video. For example, the broadcast of a major league baseball game may include one or more virtual object spots in which an advertisement is

displayed. The advertisements are then seen by television viewers, but not by fans who attend the game. However, the advertisements are assigned and inserted into the program stream at a central location such as at a television broadcast facility.

Summary

A system and a method delivers virtual objects to reception sites or terminals. A virtual object may be a realistic, synthetic replica of an actual object. The virtual object is viewable within video programming and may be combined with original video and audio to supplement or replace portions of the original video and audio content. Virtual objects may be overlaid on video, partially or entirely obscuring the underlying video. An overlaid object may be static in nature, such as a graphical icon or the like, or alternatively may be dynamic, such as a video clip, animation, or scrolling alphanumeric characters, for example. Overlaid objects may be limited spatially to a fixed portion of the video screen, limited temporally to a given time for display, limited by a combination of both location and time, or tied to a spatially changing portion of the screen that is moving with time. Alternatively, virtual objects may be added to and embedded within the actual video. Multiple virtual objects may be embedded in the video in a multi-layer fashion. The virtual object is indistinguishable from the other video content sharing the field of view. Virtual objects may be interactive in nature. That is, a viewer may select an object and the selection will initiate a process whereby a reception site sends a command to a location designated by the interactive virtual object to initiate some action.

An operations center may process the video signal to allow for the insertion of virtual objects into the video. An object delivery center serves as a standalone or supplemental system to the operations center to deliver virtual objects independently of the video with which the virtual objects are to be associated. A delivery network includes any of a number of different delivery systems to support the delivery of video and virtual objects from the operations center and the object delivery center to a local insertion center, or directly to a reception site. The delivery network is also used to deliver video and virtual objects from the local insertion center to the reception site. The reception site receives the video and virtual

1 objects and associates the appropriate virtual objects with the video based on targeting
2 algorithms.

3 The reception site collects virtual object viewing information. The reception site may
4 use the virtual object viewing information and other information stored at the reception site to
5 adjust selection of the virtual objects at the reception site. In particular, the reception site may
6 be provided a virtual object retrieval plan that indicates specific virtual objects or categories
7 of virtual objects to be inserted into the virtual object locations. The reception site, or terminal,
8 compares the retrieval plan to virtual objects stored in memory, and chooses that virtual object
9 for display in a particular virtual object location that best satisfied the criteria of the retrieval
10 plan. The terminal may use virtual objects watched data, programs watched data, or any other
11 viewer-related data, to adjust the outcome of the comparison process.

12 A virtual object location definer system determines where in the content the virtual
13 objects are to be placed and the rules associated with their placement. Content may be video
14 programming, commercials and advertisements, or electronic program guide (EPG) information,
15 for example. A virtual object selector system determines those available virtual objects suitable
16 for placement in a virtual object location. A targeted virtual object management system
17 determines which reception sites or reception site groups should receive and display which
18 virtual object for a given virtual object location. The virtual objects and targeting information
19 are then distributed to reception sites.

20 After the reception site receives and stores the virtual objects, the reception site will
21 place the virtual objects into virtual object locations. The placement may be based on virtual
22 objects watched data and other user information. The reception site, or terminal, will display
23 the combined content with the overlaid or embedded virtual object.

24 The reception site stores information indicating that a virtual object was inserted. The
25 accumulated history information may be collected from the reception site at a later time for
26 review purposes. The unique reception site identification information may also be provided
27 with the collected data. As mechanisms become available to identify specific viewers in a
28 household, the system will allow for individual identification information to also be provided with

1 collected data. Finally, after collection of the reception site viewing history data, the reception
2 site returns used reception site memory space to the reception site.

3 A central operations center can determine virtual object locations available for virtual
4 object placement. Alternatively, a local insertion center can determine the virtual object
5 locations. The operations center can determine the specific virtual objects to be placed in a
6 virtual object location. Alternatively, the local insertion center may determine the specific virtual
7 object to be placed in a virtual object location. The reception site itself can determine which
8 virtual object is to be placed in a virtual object location based on its own internal
9 routines.

10 Content, virtual objects, and associated targeting / virtual object placement control can
11 be relayed to reception sites and information extracted from the reception site. The reception
12 site may reside within a digital cable set top box that has access to a delivery network.
13 Alternately, the reception site may be components of digital television satellite receivers. The
14 reception site may be incorporated into the circuitry of a television, thereby eliminating the need
15 for a separate control device attached to the television. Alternatively, the reception site may
16 be incorporated into a personal computer, personal data device, smart phone with a display,
17 or electronic book device.

18 **Description Of The Drawings**

19 The detailed description will refer to the following drawings in which like numerals refer
20 to like items, and in which:

21 Figure 1 is an overview of the virtual object targeting delivery system;

22 Figure 2 provides a pictorial representation of virtual objects and virtual object
23 locations;

24 Figure 3 is an example of an overlaid virtual object;

25 Figure 4 is an example of an embedded virtual object;

26 Figure 5 depicts an operations center;

27 Figure 6 depicts a virtual object definer;

28 Figure 7 is a pictorial representation of a virtual object location matte;

Figure 8 depicts a virtual object selector;

Figure 9 depicts a targeted virtual object management system;

Figure 10 shows configuration and set-up steps associated with targeting virtual objects;

Figure 11 shows a subscriber information database system;

Figure 12 shows a configuration set-up system;

Figure 13 shows a virtual object targeting system;

Figure 14 presents an embodiment of the overall process for assigning targeted virtual objects;

Figure 15 presents an embodiment of a process used by the virtual object placement engine to assign virtual objects to virtual object locations;

Figure 16 presents an alternate embodiment used by the virtual object placement engine to assign virtual objects to virtual object locations;

Figure 17 presents yet another embodiment used by the virtual object placement engine to assign virtual objects to virtual object locations;

Figure 18 shows functions of an alternate virtual object targeting routine;

Figure 19 shows an embodiment of a matrices processing subroutine that is called by the virtual objects targeting sequence;

Figure 20 shows a subroutine used to select the final groupings of virtual objects to be sent to the reception sites or group of reception sites;

Figure 21 shows a representation of reception site groupings;

Figure 22 shows an example of a division of available bandwidth;

Figure 23 shows an alternative software program flow for an object targeting routine;

Figure 24 depicts an object delivery center;

Figure 25 presents embodiments associated with the delivery of virtual objects over a coaxial or fiber cable system to a reception site;

Figure 26 presents embodiments associated with the delivery of virtual objects over a wireless broadcast system to a reception site;

1 Figure 27 presents embodiments associated with the delivery of virtual objects over a
2 satellite broadcast system to a reception site;

3 Figure 28 presents embodiments associated with the delivery of virtual objects over a
4 wired data network to a reception site;

5 Figure 29 presents embodiments associated with the delivery of virtual objects using
6 the public switched telephony network (PSTN) to a reception site;

7 Figure 30 presents embodiments associated with the delivery of virtual objects using
8 wireless personal communications system (PCS) to a reception site;

9 Figure 31 depicts several embodiments associated with the delivery of virtual objects
10 using a national or local television broadcaster's signal;

11 Figure 32 depicts a local insertion center;

12 Figure 33 depicts an example of a reception site;

13 Figure 34 depicts a local data collection center;

14 Figure 35 depicts a central data collection center;

15 Figure 36 depicts an interactive object servicing center; and

16 Figure 37 presents processing performed by an interactive object servicing center.

17 **Detailed Description**

18 An overview of the virtual object delivery system is depicted in Figure 1. An
19 operations center 10 performs the processing of a video content signal to allow for the insertion
20 of virtual objects into the content 36. An object delivery center 15 serves as a standalone or
21 supplemental system to the operations center 10 to deliver virtual objects independent of the
22 content with which the virtual objects are to be associated. A delivery network 11 includes any
23 of a number of different delivery systems to support the delivery of the content 36 and virtual
24 objects from the operations center 10 and the object delivery center 15 to a local insertion
25 center 20 or directly to a reception site 30. A delivery network 12 is used to deliver content
26 and virtual objects from a local insertion center 20 to the reception site 30. The reception site
27 30 may be any device or terminal capable of receiving video, including a set top terminal, a

television, a personal computer, a wireless telephone, a wired telephone, a PDA device or any similar device or terminal.

The reception site 30 receives the content 36 and virtual objects and associates the appropriate virtual objects with the content 36 based on targeting algorithms. The reception site 30 may collect virtual object viewing information and make the viewing information available to a local data collection center 40 or a central data collection center 50 using a delivery network 13. Alternatively, the reception site 30 may retain all virtual object viewing information and use the information to target virtual objects locally without control from the operations center 10. The local data collection center 40 provides information collected from the reception site 30 to the local insertion center 20 to assist in the targeting of virtual objects. The central data collection center 50 provides information collected from the reception site 30 to the operations center 10 to assist in the targeting of virtual objects. The reception site 30 provides interactive requests, which are driven by the selection of interactive virtual objects, to an interactive object servicing center 60 using a delivery network 14. Interactive responses are returned by the interactive object servicing center 60 to the requesting reception site 30.

Virtual objects may be realistic, synthetic replicas of actual objects. Virtual objects may also be caricatures of actual individuals, photographs or other life-like renderings of actual individuals, cartoon figures, text objects, graphical renderings, or icons, for example. The virtual objects may be animated or fixed. The virtual objects are combined with video and audio to supplement or replace portions of video and audio in original content 36. As shown in Figure 2, the reception site 30 may contain or be connected to a display 35 on which the content 36 may be displayed. An opportunity, advertisement spot, or location, in the content 36 that is available for the placement of the virtual object will be denoted as a virtual object location 37 henceforward. Within the virtual object location 37, one or more individual virtual objects may be assigned, each denoted as a virtual object 38 henceforward. Multiple virtual object locations, shown as virtual object locations 37 and 39 may be present in the content 36.

1 Multiple virtual objects, shown as virtual objects 38 and 40 may be present within the virtual
2 object locations.

3 As shown in Figure 3, virtual objects may be overlaid on video, partially or entirely
4 obscuring the underlying video. An overlaid virtual object may be static in nature, like a
5 graphical icon, as shown by virtual object 42. Alternatively the overlaid virtual object may be
6 dynamic, like a video clip, animation, or scrolling alphanumeric characters as shown by virtual
7 object 44. Overlaid virtual objects may be limited spatially to a fixed portion of the video,
8 limited temporally to a given time for display, or limited by a combination of both location and
9 time. Overlaid virtual objects may also be tied to a spatially changing portion of the video that
10 is moving with time.

11 Alternatively, as shown in Figure 4, virtual objects may be added to and embedded
12 within video. In this alternative, the synthetic virtual object 38 could be indistinguishable from
13 the other video content 36 sharing the field of view as shown by virtual object 46 and virtual
14 object 48. For instance, today's technology allows for the virtual placement of a billboard at
15 televised sports events and the placement of a virtual first down marker in televised football
16 games.

17 In an embodiment, virtual reality and animation technologies are combined with
18 advanced digital video techniques to provide realistic interaction of virtual objects within video.
19 Combining these technologies, a soda can may be synthetically placed in the video, and may
20 then be made to change over time. This placement and subsequent modification can occur at
21 the video's source, at an intermediate point within the distribution and delivery path, or at the
22 reception site 30. Combining the placement of virtual objects with the ability to target specific
23 virtual objects to specific viewers or groups of viewers allows one household to see a scene
24 with the soda can for cola, while the next door neighbor sees a root beer soda can, for
25 example.

26 Virtual objects may be interactive in nature, where a viewer can select a virtual object
27 35 and this selection will initiate a process whereby the reception site 30 sends a command to
28 the location designated by the interactive virtual object 38 to initiate some action. Actions may

1 include linking to a Web site to display content related to the interactive virtual object 38,
2 initiating a purchase transaction, or initiating a request for more information about the selected
3 virtual object 38.

4 The operations center 10 shown in Figure 1 may include a number of systems that act
5 together in processing the content 36 for the inclusion of virtual objects, for the selection of
6 appropriate virtual objects to be placed in the content 36, for the targeting of virtual objects to
7 individual reception sites, and for the packaging and delivery of the content 36 and virtual
8 objects to reception sites.

9 Placement of virtual objects can be explicitly selected by the operations center 10,
10 resulting in the specific selection and placement of virtual objects into content 36. Alternatively,
11 the placement may be generically defined by the operations center 10. In this alternative, the
12 reception site 30 performs all the processing associated with selecting the appropriate virtual
13 object 38 to be placed in the content 36 based on basic guidelines provided by the operations
14 center 10 and algorithms operating at the reception site 30.

15 As shown in Figure 5, the operations center 10 includes a virtual object location definer
16 100, a virtual object selector 200, and a targeted virtual object management system (TVOMS)
17 300.

18 Figure 6 presents the virtual object location definer 100. A video capture processor
19 110 processes video and audio content 36 on a frame by frame basis, converting the original
20 content 36 into a corresponding digitized representation. The processed content 36' is then
21 stored in content buffer 120 for future access. A pre-viewer subsystem 130 allows for the
22 viewing of a video frame of the processed content 36'. Frame N 141, for example, (shown in
23 Figure 7) associated with the processed content 36', may be retrieved from the content buffer
24 120, viewed, and passed to a location selector processor 140. The location selector processor
25 140 allows for the selection of where in the frame N 141 the virtual object 38 may be placed.
26 When the frame N 141 is retrieved by the location selector processor 140, either a static area
27 may be selected, or alternatively, a dynamic area, which is tied to an area within the frame of
28 the processed content 36', may be selected. An overlay matte 16 (see Figure 7) may be used

1 Simultaneously with the selection of the virtual object location 37 and the creation of
2 the mattes, a virtual object rules processor 170 allows for the entry of rules that govern the
3 types of virtual objects and other relevant placement guidelines associated with the virtual
4 object location 37. These rules allow for the selection of characteristics such as the duration
5 of the virtual object location 37, and viewing overlay characteristics such as transparency of
6 the overlay virtual object. The operations center 10 processes the stored, non-realtime
7 processed content 36' and the real-time (live) processed content 36'. For real-time processed
8 content 36' the content buffer 120 serves as a short buffer, and predefined rules are pre-loaded
9 into the virtual object rules processor 170. Additionally, the video object marker processor
10 160 is pre-loaded with the directions as to which locations within the processed content 36' are
11 to be treated as virtual object locations. The video object marker processor 160 then
12 automatically searches the real-time processed content 36' using pattern recognition
13 technologies presented above, or other technologies, and automatically creates the mattes
14 required for each virtual object location. Once the video object marker processor 160 creates
15 the mattes and the associated controls, the mattes are associated with the actual processed
16 content 36' in the content buffer 120. The processed content 36', along with the mattes are
17 then optionally processed using the optional video processor 150, which performs any
18 necessary content encoding (e.g., MPEG4, or digitalization), and makes the content 36'
19 available to a rules application processor 180. The rules application processor 180 creates
20 metadata packets that carry the virtual object placement rules information and mattes and
21 associates these packets with the processed content 36' for each virtual object location 37
22 selected in the virtual object location definer 100.

23 Figure 8 is a block diagram of the virtual object selector 200. Processed content 36',
24 along with the metadata packets carrying the virtual object placement rules information
25 associated with each virtual object location 37 and the mattes 16 are provided by the virtual
26 object location definer 100 to the virtual object selector 200. An object selector processor
27 210 extracts the placement rules and stores the processed content 36' in a content buffer 240.
28 Using the placement rules, along with any operator entered object placement guidance, the

1 The TVOMS 300 supports the management of information required to support each
2 of the following: (1) delivery of targeted virtual objects along with content 36 being broadcast;
3 (2) delivery of targeted virtual objects to subscribers independent of any content 36 being
4 broadcast; and (3) delivery of TVOMS-related subscriber-specific information and commands.

5 Figure 9 shows the TVOMS 300 supporting the targeting of virtual objects to
6 subscribers. Broadcast information can be destined for the entire population of subscribers
7 receiving the content 36, groups of subscribers, and individual subscribers. Broadcast
8 information can include actual content 36, metadata packets with virtual object insertion control
9 information, virtual objects for placement within the content 36, and command information
10 required by the subscriber's reception site 30 to configure the reception site 30 and place the
11 appropriate virtual object 38 within the content 36. Broadcasting may be supported over a
12 variety of broadcast-capable communication systems, such as the Internet, cable television
13 systems, terrestrial broadcast systems, satellite broadcast systems, and wireless
14 communications systems, and other systems described below.

15 A subscriber information database 1210 contains subscriber information collected from
16 numerous sources for each subscriber or reception site 30. The subscriber information may
17 then be used by a virtual object targeting system 1220 to determine the best virtual objects to
18 be distributed for inclusion in the content 36. Additionally, the information collected may be
19 used to determine if the subscriber information has changed to the point that refreshed virtual
20 objects should be delivered to a subscriber or, alternatively, whether a subscriber's group
21 assignments should be updated. The virtual object targeting system 1220 determines the
22 optimum subset of virtual objects to be associated with the content 36 based on the selected
23 object metadata provided by the virtual object selector 200 (Figure 5) and subscriber
24 information from the subscriber information database 1210. A content and virtual object
25 packager 1260 is directed to retrieve the appropriate virtual objects from an available virtual
26 objects database. The content and virtual object package 1260 then, along with the content
27 36, from a content buffer 1270, addresses the virtual objects with the appropriate group
28 addressing information, and packages the virtual objects with the content 36. A delivery

1 packager 1300 then delivers the combined package of virtual objects, content 36, and
2 metadata to subscribers.

3 As an alternative to delivering virtual objects with associated content 36, virtual objects
4 can be delivered independently to individual subscribers or groups of subscribers based on
5 updated subscriber information, modified group assignments, or the need for refreshed virtual
6 objects at the reception site 30. Initiation could be automatic based on a scheduled cycle or
7 by TVOMS operator direction. Upon delivery initiation, the virtual object targeting system
8 1220 uses subscriber information from the subscriber information database 1210, information
9 about available virtual objects from the available virtual objects database 1265, and information
10 about previously delivered virtual objects from the subscriber information database 1210, to
11 select the appropriate virtual objects to be packaged and delivered to a reception site 30.
12 Once the virtual object targeting system 1220 determines the appropriate virtual objects, the
13 content and virtual object packager 1260 retrieves the appropriate virtual objects, packages
14 the virtual objects with reception site configuration information, addresses the information either
15 to a single subscriber or group of subscribers, and delivers the information to the appropriate
16 reception site 30 using a delivery processor 1300. This delivery can be done in broadcast
17 fashion or by communicating to reception sites directly. Virtual objects may alternately be
18 broadcast to all reception sites, and a reception site 30 may store only the virtual objects that
19 are associated with groups to which the reception site 30 belongs. Alternatively content 36,
20 virtual objects, and other information destined to reception sites may be provided to the object
21 delivery center 15 (Figure 1) for delivery.

22 The databases addressed in Figure 9 may be configured to support a variety of
23 information necessary for the TVOMS 300 to manage the targeting process. Below are tables
24 that present typical data that may be tracked by these individual databases.

25 Subscriber Information Database 1210

26 Reception system identification information

27 Reception site type

28 Date of system set-up

03069286 "053000

- 1 Date of last communication with operations center
- 2 Household income
- 3 User data (for each registered subscriber), including:
 - 4 Name
 - 5 Sex
 - 6 Age
 - 7 Place of birth
 - 8 Education
 - 9 Profession
- 10 TV program preferences
- 11 Demographic information
- 12 Past advertising viewed data, which virtual objects, time spent viewing,
- 13 Past products ordered, along with time, date, and method of order
- 14 Past billing information
- 15 Imputed subscriber data from marketing databases
- 16 Past TV programs watched data, along with time and date
- 17 Past PPV programs ordered data, along with time and date
- 18 Mood indicators
- 19 Form based questionnaire results
- 20 Communication methods available (available options for both return and
- 21 delivery)
- 22 Group assignments per subscriber for each category
- 23 Past virtual objects delivered to subscriber, date of delivery, method of
- 24 delivery
- 25 Zip+4 information
- 26 Available Virtual Objects Database 1265
- 27 Virtual object identifier with actual digital version of virtual (CR) object Display
- 28 options (e.g., text, audio, graphics, video, link, HTML, XML, interactive)

- Static vs. dynamic virtual object indicator,
- If a linked virtual object, link table information
- Pricing subsidy information
- Run through completion status mode indication
- Date of valid use
- Virtual object placement controls, acceptable frequency
- Category and group preferences (as virtual object ranking percentages)

Pending Commands Database 1215

For each pending command:

Destination address

Actual command

Date generated

Date of confirmed receipt

Within the TVOMS 300, the virtual object targeting system 1220 is responsible for the intelligent and rapid selection of virtual objects for placement in content 36. Category and group targeting is managed in a manner similar to that described in co-pending U.S. Application Serial No. 09/054,419 entitled TARGETED ADVERTISEMENT USING TELEVISION DELIVERY SYSTEM, filed April 3, 1998, and in co-pending U.S. Application Serial No. 09/328,672 entitled ELECTRONIC BOOK SELECTION AND DELIVERY SYSTEM WITH TARGETED ADVERTISING, filed on June 9, 1999, both of which are incorporated herein by reference.

Careful management of the virtual objects within the content 36, based on information known about the demographics and viewing habits of subscribers, for example, can greatly increase both the advertisers' likelihood of reaching an interested subscriber, and the likelihood a subscriber will be interested in a specific virtual object 38. Each virtual object location 37 within the content 36 is assigned a series of virtual objects by the TVOMS 300, and when multiple virtual objects are delivered for a given virtual object location 37 in the content 36, a retrieval plan is developed that directs which virtual objects should be displayed for a given

subscriber or reception site 30, a group of subscribers or reception sites, or the entire subscriber population.

The process of managing the targeted virtual objects begins with a number of configuration and set-up steps shown in Figure 10 that begins with the start step shown in block 7010 and ends with the end step shown in block 7017. First, individual reception site address information is collected by a subscriber data collection engine 1202 in the address information collection block 7011. This address information uniquely identifies each reception site 30 subscriber and associates necessary address information about each subscriber with the reception site identifier to aid in the virtual objects targeting process. This address information includes subscriber profile information, programs viewed information, past virtual objects delivered and viewed, and responses to menu-based questionnaires or other questionnaires completed by the subscriber. In block 7012, other subscriber information may be collected from various sources, including surveys and marketing databases correlated by address or zip code+4, for example.

Next, a number of target categories are defined as shown in block 7013. Examples of target categories include demographic targeting (age/sex/income) and location, such as Area of Dominant Influence (ADI). Next, as shown in block 7014, each target category is then segmented into appropriate groups. For example, the ADI may include Los Angeles, CA and Washington D.C. New target categories can be added and the groups redefined after their initial establishment.

Next, as shown in block 7015, for each target category, each reception site 30 is assigned to a group based on the information collected about the subscriber. Once each subscriber is assigned to a group, the group assignments are conveyed to the reception site 30 and stored therein, as shown in block 7016. As groups are modified or group assignments change, the reception sites are provided with the changes. Additionally, the group assignment information is periodically resent to the reception sites to ensure that newly added reception sites and those reception sites that have accidentally lost their information are up-to-date. Alternatively, the reception site 30 may perform the processing of information about the

1 characteristics of the subscriber, and generation of the group assignment information internal
2 to the reception site.

3 Returning to Figure 9, the virtual object targeting system 1220 determines the optimum
4 types of virtual objects to be placed in the content 36 from the selected virtual objects provided
5 by the virtual object selector 200 (Figure 5). The virtual object targeting system 1220 takes
6 into account subscribers who will likely view the content 36, the desirability of providing
7 available virtual objects to those subscribers, target categories, the number of virtual objects
8 locations available for the content 36, and the number of virtual objects available for assignment
9 for a given virtual object location 37.

10 Once specific virtual objects are selected for one or more available virtual object
11 locations 37, the groups that should view each virtual object 38 are determined, based on the
12 target category of interest. The selected virtual object locations 37 may include all virtual
13 object locations, or a subset of all the virtual object locations. Assignment of a reception site
14 30 to a group for the appropriate virtual objects may be based on a detailed retrieval plan. The
15 retrieval plan may provide information for one virtual object location 37 or multiple virtual
16 object locations within content 36, where one or more virtual objects, target categories, and
17 the groups to which each virtual object 38 is targeted within each virtual object location 37 is
18 also provided. An example retrieval plan is provided in Table C below. Alternatively, the
19 retrieval plan providing virtual object assignments to virtual object locations may be sent
20 independently from the retrieval plan providing virtual objects, target categories, and the groups
21 to which each virtual object 38 may be targeted. Retrieval plans may be distributed along with
22 the virtual objects and the associated content 36 directly to the reception sites by the delivery
23 processor 1300 or using the object delivery center 15. Alternatively, a retrieval plan may be
24 distributed by the delivery processor 1300 or using the object delivery center 15 independent
25 of the associated content 36 or virtual objects.

26 After the reception site 30 receives and stores the virtual objects and the retrieval plan,
27 the reception site 30 inserts those virtual objects into the appropriate virtual object locations
28 in the content 36 based on the retrieval plan. The reception site 30 may retrieve and store only

1 those virtual objects associated with that reception site's group assignment for that virtual object
2 location 37. Alternatively, the reception site 30 may retrieve and store all virtual objects but
3 only insert those virtual objects into virtual object locations as dictated by the retrieval
4 plan.

5 When the virtual objects are displayed within the content 36, the reception site 30 will
6 store virtual objects viewed data indicating that a virtual object 38 was shown. In an
7 embodiment, the reception site 30 will store this virtual object viewed data only if the virtual
8 objects are displayed for a predetermined time, or only if the subscriber takes an action to
9 indicate the virtual object 38 has been viewed, such as by selecting an interactive virtual object
10 38, for example. Accumulated virtual objects viewed data may be collected from a reception
11 site 30 at a later time for review purposes. Unique reception site identification information also
12 may be provided with the collected virtual objects viewed data. Upon collection of the virtual
13 objects viewed data, the reception site 30 may return the used memory space to available
14 pools for future use.

15 The virtual object targeting system 1220 receives requests from the metadata extractor
16 processor 1200 to initiate the determination of virtual objects to be placed. The metadata
17 extractor processor 1200 receives content 36 and associated virtual object information from
18 the virtual object selector 200 (Figure 5). The virtual object targeting system 1220 provides
19 outputs to the content and virtual object packager 1260 and the retrieval plan generator 1275.

20 A part of the TVOMS 300 operation is the retrieval of subscriber data, and the
21 assimilation of the subscriber data into the virtual objects selection method. This operation
22 typically includes two steps. First, subscriber data is retrieved from the reception sites by the
23 central data collection center 50 or the local data collection center 40 (Figure 1). The
24 subscriber data is compiled and sent to the data collection engine 1202 in the operations center
25 10. Once assembled at the TVOMS 300, the data is filtered for each application of the
26 TVOMS 300. In an embodiment, the subscriber information database 1210 receives inputs
27 from the subscriber data collection engine 1202 and a configuration set-up system 1205. The

subscriber information database 1210 provides outputs to the configuration set-up system 1205, and the virtual object targeting system 1220.

The data gathered includes:

What products a subscriber purchased and when they were purchased,
What Pay Per View (PPV) TV programs a subscriber purchased and when they were purchased,
What television programming a subscriber has viewed,
What virtual objects a subscriber viewed and for how long, and
Subscriber profile information.

Subscriber profile information may be collected and stored for one or more subscribers for the purposes of virtual objects targeting. The subscriber profile may include demographic information that may be gathered in a number of ways. The reception site 30 builds the subscriber profile for each subscriber and stores the information in a memory file by subscriber name. The file may be uploaded to the central data collection center 50 or the local data collection center 40 and provided to subscriber data collection engine 1202 periodically. Subscriber preference information may be collected using on screen menus at the reception site 30, including information such as name, sex, age, place of birth, place of lower school education, employment type, level of education, amount of television program viewing per week, and the number of television shows in particular categories that the subscriber watches in a given week such as, sports, movies, documentaries, sitcoms, amount of Internet use and favorite web sites, etc. Any demographic information that will assist the TVOMS 300 in targeting virtual objects may be used.

In addition to demographic information gathered at the reception site 30, the subscriber profile can be compiled using other methods. For instance, subscriber information can be gathered using questionnaires sent by mail and subsequently entered in the subscriber information database 1210.

As an alternative to gathering demographic data, a simulated subscriber profile can be generated using an algorithm that analyzes subscriber access history and subscriber habits.

Using test information generated from a statistically significant number of subscribers, the simulated subscriber profile algorithm estimates the subscriber's age, education, sex and other relevant information. The analysis then compares information about the subscriber, for example the subscriber's programs watched information, with that of the test group. An example of the type of information maintained for a subscriber profile is presented below.

The subscriber profile data fields are an example of typical fields that can be used in the databases. Definitions of various fields are listed below. The primary purpose of profiling the subscriber is to acquire marketing information on the subscriber's likely response to available virtual objects. Ancillary information may be available including actual program selections or interactive virtual objects selections. Information tracked within the subscriber's profile includes:

Subscriber ID	A unique identifier generated by the system, one for each subscriber using a specific reception site.
Reception site types	Boolean field that identifies the type of reception site used.
Reception site ID	ID of the reception site.
Hookup Date	Date physical hardware is connected.

A demographic profile may be constructed for each subscriber from questionnaires or other sources. The following fields represent this demographic information:

Subscribers Age 2-5	Boolean field if the household has subscribers between 2 and 5 years of age.
Subscribers Age 6-11	Boolean field if the household has subscribers between 6 and 11 years of age.
Subscribers Age 12-17	Boolean field if the household has subscribers between 12 and 17 years of age.
Subscribers Age N1-N2	Boolean field if household has subscribers between N1 and N2 years of age.
Income	Annual household income.

1 commands database 1215, and uploading subscriber data from reception sites using the
2 subscriber data collection engine 1202. The subscriber workstation 1192 allows for operator
3 viewing and entry of subscriber data into the subscriber information database 1210.

4 Figure 12 shows an example of the configuration set-up system 1205 in more detail.
5 An interface 1206 receives individual addressing information unique to reception sites. The
6 interface 1206 can include a workstation, such as the workstation 1209, for example, from
7 which an operator manually enters reception site information. Alternately, reception site
8 information can be automatically entered at the interface 1206 by downloading from an off-site
9 database, the Internet, a storage medium, such as a CD-ROM or a floppy disk, or by
10 collecting the information directly from the individual reception sites using the subscriber data
11 collection engine 1202 or provided by a central data collection center 50 or local data
12 collection center 40. A processor 1207 processes the received reception site information and
13 organizes the information for use. For example, the processor 1207 may create a
14 Category/Group Definition Matrix as presented in Table A and a Group Assignment Matrix
15 as presented in Table B that can be used to target virtual objects to groups of reception sites
16 or to an individual reception site 30. In an alternative embodiment, if subscriber information
17 is available where multiple subscribers may share a reception site 30, a Group Assignment
18 matrix may be created for each subscriber who shares the reception site 30. The
19 Category/Group Definition and Group Assignment matrices will be described in more detail
20 later. The Category/Group Definition and Group Assignment matrices and organized reception
21 site information are then stored in a database 1208, and are periodically updated as reception
22 site information, for example, changes.

23 The information used by the processor 1207 to create a database of the
24 Category/Group Definition and Group Assignment matrices includes, for example, the reception
25 site identifier, subscriber identifier, zip code + 4 data, household income, and age and sex of
26 the subscribers, for example. The information gathered by the configuration set-up system
27 1205 can come from a variety of sources including marketing databases, direct inputs from the
28 subscribers, data collected by the subscriber data collection engine 1202, a central data

collection center 50, a local data collection center 40, and other sources. Once the data are collected, the processor 1207 will assign category numbers to certain types of the data. For example, the ADI could be assigned category 1 and household (HH) income could be assigned category 2. Next, the configuration set-up system 1205 creates a number of non-overlapping groups for each category. For example, ADI can be broken down into Seattle, WA, Washington D.C., Denver CO., Los Angeles CA, etc. Similarly, HH income can be broken down into a number of income groups such as no income, 20-40K, 40-60K, 60-120K, and over 120K. Then, the configuration set-up system 1205 assigns a "group mask representation" for each group within every category. The group mask representation may be simply a binary number that can be used to identify a particular group. Table A shows a completed Category/Group Definition matrix that could be used by the virtual object targeting system 1220 to assign targeted virtual objects to groups of reception sites or to individual reception sites.

Table A - Category/Group Definition Matrix

Category Number	Category Name	Group Number	Group Definition	Group Mask Representation
1	ADI	1	Seattle, WA	1000000000
		2	Washington, D.C.	0100000000
		3	Denver, CO	0010000000
		4	Los Angeles, CA	0001000000
2	HH income	1	No income	1000000000
		2	20-40K	0100000000
		3	40-60K	0010000000
		4	60-120K	0001000000
3	Category x	1	Group a	1000000000
		2	Group b	0100000000
		3	Group c	0010000000
		4	Group d	0001000000
		5	Group e	0000100000
		6	Group f	0000010000

The processor 1207 also creates the Group Assignment matrix. The Group Assignment matrix, shown in Table B, assigns to each reception site 30, for each category, its corresponding group number. Associated with each group number is the group definition and the group mask representation. For example, the reception site 30 identified by the address 12311 is assigned group number 2 (i.e., Washington D.C.) for ADI, and group number 3 (i.e., 40-60K) for household income. The Group Assignment matrix is updated periodically as categories and group definitions change, and as data related to individual reception sites or groups of reception sites change. Many other ways of organizing the information in a database for later use are possible.

The configuration set-up system 1205 also delivers the group configuration (i.e., information specific to an individual reception site 30, from the Group Assignment matrix) to

Table B Group Assignment Matrix

Address	Target Category	Group Number	Group Definition	Group Mask Representation
12311	ADI	2	Washington, D.C.	0100000000
	HH income	3	40-60K	0010000000
	Category x	5	Group d	0010000000
12312	ADI	4	LA	0010000000
	HH income	3	60-120K	0010000000
	Category x	2	Group a	1000000000
12313	ADI	3	Denver	0010000000
	HH income	4	60-80K	0001000000
	Category x	3	Group b	0100000000

each reception site 30. For example, the reception site 30 assigned the address 12311 is sent for category 1, group mask representation 0100000000, indicating group 2 assignment.

The group configuration information can be stored in the pending commands database 1215 to be transmitted directly to each reception site 30 periodically or the next time the reception site 30 establishes communications operations center 10. Each time a group

1 configuration message is generated, the message is stored in the pending commands database
2 1215.

3 Alternatively to the TVOMS 300 assigning the reception site 30 to individual groups
4 for each category, the TVOMS 300 could deliver the group definitions and category definitions
5 to the all reception sites. Each reception site 30 could then assign itself to the appropriate
6 groups for each category based on internal processing algorithms.

7 Figure 13 shows an embodiment of the virtual object targeting system 1220 in more
8 detail. A resource management engine 1305 uses information from a metadata extractor
9 processor 1200 and an available virtual object database 1265 (see Figure 9) to determine the
10 number of virtual objects to be assigned to a given virtual object location 37. A virtual object
11 placement engine 1307 decides which virtual objects to place in virtual object locations in the
12 content 36. A group assignment engine 1309 determines which reception sites will view
13 specific virtual objects. The virtual object placement engine 1307 receives information from
14 the resource management engine 1305 related to the number of virtual objects available, how
15 many virtual objects are to be provided for a given virtual object location 37, and the actual
16 type of virtual objects available.

17 The resource management engine 1305 functions to divide available delivery bandwidth
18 among multiple virtual objects for a given virtual object location 37 in the content 36. Because
19 there may be a limited amount of resources on the delivery network 11 to deliver virtual objects
20 with the content 36, the resource management engine 1305 may assign the available bandwidth
21 optimally for the virtual objects associated with the individual virtual object locations within the
22 content 36 being delivered over the communication channels. Some virtual object locations
23 may be assigned multiple virtual objects, each targeted to a different group or groups, whereas
24 other virtual object locations may be assigned only a single virtual object 38.

25 Referring to Table A, four group numbers (i.e., 1-4) are shown for the category of
26 targeted virtual objects, ADI. For a particular virtual object location 37 in the content 36, the
27 four groups can be divided into two, one for each available virtual object 38 of two total, with

groups 1 and 2 receiving virtual object A and groups 3 and 4 receiving virtual object B, as shown for virtual object location 1. This later example is shown in Table C.

Table C - Retrieval Plan

Virtual Object Location	Target Category	Virtual Object To Retrieve	Groups Assigned to Specific Virtual Object	Group Mask Assignment
Virtual Object Location 1	ADI	Virtual Object A	1, 2	1100000000
		Virtual Object B	3,4	0011000000
Virtual Object Location 2	HH Income	Virtual Object A	1,2,3	1110000000
		Virtual Object B	4	0001000000
Virtual Object Location 3	Category x	Virtual Object A	1,2	1100000000
		Virtual Object B	3	0010000000
		Virtual Object C	4	0001000000
		Virtual Object D	5	0000100000
		Virtual Object E	6	0000010000
Virtual Object Location 4	All	Virtual Object A1	All	1111111111

After determining how many virtual objects will be needed for each virtual object location 37 within the content 36, the resource management engine 1305 may also account for the type of available targeted virtual objects for display and the variety of subscribers (according to group assignment numbers) who may be viewing the content 36. An advertiser may provide this information when forwarding virtual objects for insertion.

In an embodiment, the virtual object placement engine 1307 determines which specific virtual objects are to be placed in each available virtual object location 37 within the content 36. The virtual object placement engine 1307 first receives the list of selected available virtual objects from the metadata extractor processor 1200 (Figure 9). In cooperation with the resource management engine 1305, the virtual object placement engine 1307 then determines which of the available virtual objects should be placed in each virtual object location 37 within the content 36. For example, if the preferred target category for virtual object location 1 is

1 site 30; 2) virtual objects; and 3) virtual object locations in content 36. In one embodiment of
2 block 2362 in Figure 14, the reception sites are assigned to groups for each target category by
3 the configuration set-up system 1205 based on numerous factors as described below. One
4 method to assign the reception sites to groups is to use the zip code+4 as an index into one of
5 the available demographic marketing databases. From the zip code+4 data, a distinct
6 demographic cluster can be determined. The demographic cluster can then be mapped directly
7 to the specific group within each target category. Manual assignment of groups to reception
8 sites would be a daunting task for a large population of reception sites (approaching several
9 million). Therefore, the processor 1207 in the configuration set-up system 1205 may perform
10 this function automatically, using its installed software routines. Alternative methods can also
11 be devised to automatically map individual reception sites to groups within target categories.
12 Once each reception site 30 is mapped to one group for each target category, the group
13 assignments may be delivered to the reception site 30 for storage.

14 In one embodiment of block 2364 in Figure 14, virtual object locations in content 36
15 are tied or related to groups as described below. For each virtual object location 37, a group
16 breakdown percentage can be defined for each group that represents the likely compatibility
17 of the content 36 surrounding that virtual object location 37 with each group. Breakdown
18 percentages for each virtual object location 37 are defined within the virtual object selector 200
19 (see Figure 8) and passed to the TVOMS 300. Table D shows a sample breakdown of these
20 group breakdown percentages for five example virtual object locations for three example target
21 categories.

22 The group breakdown percentage data may be derived from a number of sources
23 including surveys, ratings services, and virtual objects viewed data collected by the reception
24 sites, for example. In this example, the three target categories are the same as those presented
25 in Table B, and the group assignment numbers are the same as those presented in Table A.
26 Thus, target categories 1 and 2 each have four groups associated with them, and target
27 category 3 has six groups associated with it. For virtual object location 1, the target category
28 1 refers to ADI and under group 1, a group breakdown percentage of 25 percent is assigned

for group 1 from the target category ADI since 25 percent of the subscribers reside in the Seattle, WA ADI. The group breakdown percentages for each target category for each virtual object location 37 may sum to 100 percent.

In an embodiment of the relating subroutine represented by block 2366 of Figure 14, virtual objects may be ranked according to their potential revenue generation for each group within one and up to all possible target categories, again using percentages. This information may be provided by an advertiser, programmer, or content provider responsible for the virtual objects and may reside in the available virtual objects database 1265. Table E shows a sample assignment of virtual object ranking percentages for eight sample virtual objects using the same target categories and group numbers as in Table D. Not all virtual objects may be assigned to groups for a target category if an advertiser or programmer does not wish its virtual objects to be targeted in the manner required by that target category. For example, an advertiser or programmer may want the same virtual object to be displayed at all reception sites 30, regardless of identical subscriber or group information or characteristics.

Table D - Virtual Object Location Group Breakdown Percentages

Virtual object location	Target Category	Group 1	Group 2	Group 3	Group 4	Group 5	Group 6
Virtual object location 1	1	25	25	25	25	N/A	N/A
"	2	30	10	20	40	N/A	N/A
"	3	10	20	30	40	N/A	N/A
Virtual object location 2	1	10	20	30	40	N/A	N/A
"	2	25	25	25	25	N/A	N/A
"	3	10	15	25	25	15	10
Virtual object location 3	1	40	30	20	10	N/A	N/A
"	2	80	10	5	5	N/A	N/A

Virtual object location	Target Category	Group 1	Group 2	Group 3	Group 4	Group 5	Group 6
“	3	25	25	10	10	15	25
Virtual object location 4	1	50	0	50	0	N/A	N/A
“	2	0	40	40	20	N/A	N/A
“	3	10	10	25	25	15	15
Virtual object location 5	1	20	30	30	20	N/A	N/A
“	2	30	30	10	30	10	10
“	3	10	30	10	30	10	10

Referring to Table E, the data indicates that for virtual object 1, and target category 1 (ADI), the advertiser believes that virtual object 1 is appropriate for the subscribers in groups 1 and 2 and is not appropriate for the subscribers in groups 3 and 4. The advertiser also believes that virtual object 1 is equally appropriate for both the group 1 and the group 2 subscribers. However, if the group 1 subscribers are determined to be more likely to respond to virtual object 1 than the group 2 subscribers, then group 1 could be given a higher percentage than group 2. Table E also shows that virtual object 1 is not applicable to groups 5 and 6 because only four groups are defined for the target category ADI. Thus, all the reception sites will be grouped into one of groups 1 through 4.

Table E - Virtual Object Ranking Percentages

Virtual Object	Target Category	Group 1	Group 2	Group 3	Group 4	Group 5	Group 6
Virtual object 1	1	50	50	0	0	N/A	N/A
“	2	30	10	20	40	N/A	N/A
“	3	0	0	0	0	0	0
Virtual object 2	1	0	0	50	50	N/A	N/A
“	2	0	0	0	0	N/A	N/A
“	3	0	0	0	0	0	0
Virtual object3	1	0	0	0	0	N/A	N/A
“	2	25	25	25	25	N/A	N/A
“	3	0	0	0	0	0	0

Virtual Object	Target Category	Group 1	Group 2	Group 3	Group 4	Group 5	Group 6
Virtual object 4	1	50	0	50	0	N/A	N/A
"	2	0	40	40	20	N/A	N/A
"	3	10	30	10	30	10	10
Virtual object 5	1	40	20	20	40	N/A	N/A
"	2	10	30	30	30	N/A	N/A
"	3	30	30	30	5	5	0
Virtual object 6	1	0	0	0	0	N/A	N/A
"	2	0	0	0	0	N/A	N/A
"	3	10	10	10	10	30	30
Virtual object 7	1	20	40	40	20	N/A	N/A
"	2	25	25	25	25	N/A	N/A
"	3	0	30	20	30	0	20
Virtual object 8	1	30	40	0	30	N/A	N/A
"	2	30	30	10	30	N/A	N/A
"	3	20	0	20	20	20	20

Using this paradigm, virtual objects can be targeted using at least two methods. The first is a designated multi-virtual object campaign where specific unique sets of groups are assigned for each virtual object 38 of the campaign. In the second method, each virtual object 38 provided by an advertiser is independently associated with groups. Virtual objects from several different advertisers are then used together to optimize use of virtual object locations. As depicted in Figure 14, blocks 2368, 2370, 2372, and 2374, the virtual object placement engine 1307 determines: 1) how many virtual objects are assigned to which virtual object location; 2) which target category is used for which virtual object location; 3) which virtual objects to place in each virtual objects location; and 4) which groups are assigned to which virtual objects, respectively. To limit the need for excessive distribution bandwidth to distribute virtual objects to reception sites, the algorithm in the virtual object placement engine 1307 that assigns targeted virtual objects to the virtual objects assumes that there is a total number of virtual objects available [TOTAL_VIRTUAL OBJECTS] for a segment of content 36 (across all virtual object locations), and assumes that no more than some maximum number of the virtual objects can be or are desired to be assigned to a given virtual object location 37. This amount is denoted as [MAX_VIRTUAL OBJECTS].

Figure 15 presents an embodiment of a process used by the virtual object placement engine 1307 to execute the functions listed in blocks 2368, 2370, 2372, and 2374 depicted

category, as an embodiment of block 2423 in Figure 16. Then, the virtual object placement engine 1307 multiplies the virtual object's Group Ranking Percentage by the virtual object location's Group Breakdown Percentage for each group as an embodiment of block 2424 in Figure 16 and sums the result, as an embodiment of block 2425 in Figure 16. As Step 1c, the virtual object placement engine 1307 repeats Step 1b for the next target category, as an embodiment of block 2426 in Figure 16. As Step 1d, the virtual object placement engine 1307 repeats steps 1b and 1c for each virtual object 38, as an embodiment of block 2427 in Figure 16. As Step 1e, for the virtual object location 37 under consideration, the virtual object placement engine 1307 selects the virtual object/target category that yields the highest summed value, as an embodiment of block 2428 in Figure 16. Then, for Step 1f, the virtual object placement engine 1307 repeats Steps 1b-1e for all virtual object locations, as an embodiment of block 2429 in Figure 16.

For example, using virtual object location 1, virtual object 1:

target category 1: $50*25 + 50*25 + 0*25 + 0*25 = 25\%$

target category 2: $30*30 + 10*10 + 20*20 + 40*40 = 30\%$

target category 3: $0*10 + 0*10 + 0*20 + 0*20 + 0*20 + 0*20 = 0\%$

The cross-multiplied result then shows a measure of effectiveness for each virtual object 38 if displayed in the corresponding virtual object location 37. Table F below presents the results of Step 1 above for virtual object location 1.

Table F

Virtual object location / Virtual object	Target Category	Group 1	Group 2	Group 3	Group 4	Group 5	Group 6	Summation
1 / 1	1	12.5	12.5	0	0	0	0	25
	2	9	1	4	16	0	0	30
	3	0	0	0	0	0	0	0
1 / 2	1	0	0	12.5	12.5	0	0	25
	2	0	0	0	0	0	0	0

Virtual object location / Virtual object	Target Category	Group 1	Group 2	Group 3	Group 4	Group 5	Group 6	Summation
	3	0	0	0	0	0	0	0
1 / 3	1	0	0	0	0	0	0	0
	2	7.5	2.5	5	10	0	0	25
	3	0	0	0	0	0	0	0
1 / 4	1	12.5	0	12.5	0	0	0	25
	2	0	4	8	8	0	0	20
	3	1	3	2	6	2	2	16
1 / 5	1	10	5	5	5	0	0	25
	2	3	3	6	12	0	0	24
	3	3	3	6	1	1	0	14
1 / 6	1	0	0	0	0	0	0	0
	2	0	0	0	0	0	0	0
	3	1	1	2	2	6	6	18
1 / 7	1	5	5	10	5	0	0	25
	2	7.5	2.5	5	10	0	0	25
	3	0	3	4	6	0	4	17
1 / 8	1	7.5	10	0	7.5	0	0	25
	2	9	3	2	12	0	0	26
	3	2	0	4	4	4	4	18

Step 2: Returning to Figure 15, for each virtual object location 37, the virtual object placement engine 1307, in block 2322, determines the virtual object/target category combination that results in the highest overall ranking. In one embodiment the virtual object placement engine 1307, lists the virtual object locations, the overall ranking, the corresponding virtual object 38, and the corresponding target category. In case of a tie, the virtual object placement engine 1307 selects any virtual object 38 with the overall highest ranking. Table G

shows the results. Thus, from Table G, virtual object 4, a virtual object 38 displayed within virtual object location 4 yields a measure of effectiveness of 50 (highest) and virtual object 8 along within virtual object location 5 yields a measure of effectiveness of 28.

Table G

Virtual Object Location	Highest Overall Ranking	Corresponding Virtual Object	Corresponding Target Category
Virtual object location 1	30	Virtual Object 1	2
Virtual object location 2	35	Virtual Object 2	1
Virtual object location 3	35	Virtual Object 1	1
Virtual object location 4	50	Virtual Object 4	1
Virtual object location 5	28	Virtual Object 8	2

Step 3: In one embodiment of block 2324 in Figure 15, the virtual object placement engine 1307 orders the resulting list of virtual object locations from Step 2 from lowest overall ranking to highest overall ranking to compare virtual object/target category combinations for virtual object locations. Table H shows the results.

Table H

Virtual Object Location	Overall Ranking	Corresponding Virtual Object	Corresponding Target Category
Virtual object location 5	28	Virtual Object 8	2
Virtual object location 1	30	Virtual Object 1	2
Virtual object location 2	35	Virtual Object 2	1
Virtual object location 3	35	Virtual Object 1	1
Virtual object location 4	50	Virtual Object 4	1

Step 4: In one embodiment of block 2326 in Figure 15, the virtual object placement engine 1307 uses the process shown in Figure 17 to determine the best virtual objects to associate with a virtual object location 37. The block begins with ellipse 2440. In block 2441 in Figure 17, the virtual object placement engine 1307 selects the virtual object location 37

from Step 3 resulting in the lowest overall ranking. As Step 4a, for the selected virtual object location 37, the virtual object placement engine 1307 selects the first target category, as an embodiment of block 2442 in Figure 17. As Step 4b, the virtual object placement engine 1307 assembles a table showing the product of each virtual object Group Ranking Percentage and virtual object location Group Breakdown Percentage combination. Table I below provides an example for virtual object location 5 and target category 1.

Table I

Virtual Object Location / Virtual Object	Target Category	Group 1	Group 2	Group 3	Group 4	Summation
5 / 1	1	10	15	0	0	25
5 / 2	1	0	0	15	10	25
5 / 3	1	0	0	0	0	0
5 / 4	1	10	0	15	0	25
5 / 5	1	8	6	6	4	24
5 / 6	1	0	0	0	0	0
5 / 7	1	4	6	12	4	26
5 / 8	1	6	12	0	6	24

As Step 4c, as an embodiment of block 2443 in Figure 17, the virtual object placement engine 1307 finds the product that is the highest. In case of a tie, the virtual object placement engine 1307 selects the product that corresponds to the highest summation value for that virtual object location / virtual object combination. In case a tie still persists, the virtual object placement engine 1307 selects any of the cells with an equivalent value. Table J below shows the previous example continued where group 2 for virtual object location / virtual object combination 5/1 is selected.

Table J

Virtual Object Location / Virtual Object	Target Category	Group 1	Group 2	Group 3	Group 4	Summation
5 / 1	1	10	*15*	0	0	25
5 / 2	1	0	0	15	10	25
5 / 3	1	0	0	0	0	0
5 / 4	1	10	0	15	0	25
5 / 5	1	8	6	6	4	24
5 / 6	1	0	0	0	0	0
5 / 7	1	4	6	12	4	26
5 / 8	1	6	12	0	6	24

Step 5: As an embodiment of block 2444 in Figure 17, the virtual object placement engine 1307 finds the product that is next highest (or the same value as in Step 4), but that is associated with a group not yet selected. Again, in case of a tie, the virtual object placement engine 1307 selects the product that corresponds to the highest summation value for that virtual object location / virtual object combination. In case a tie still persists, the virtual object placement engine 1307 selects any of the cells with an equivalent value. Table K below shows the previous example continued.

Table K

Virtual Object Location / Virtual Object	Target Category	Group 1	Group 2	Group 3	Group 4
5 / 1	1	*10*	*15*	0	0
5 / 2	1	0	0	*15*	*10*
5 / 3	1	0	0	0	0
5 / 4	1	10	0	15	0
5 / 5	1	8	6	6	4
5 / 6	1	0	0	0	0

Virtual Object Location /Virtual Object	Target Category	Group 1	Group 2	Group 3	Group 4
5 / 7	1	4	6	12	4
5 / 8	1	6	12	0	6

Step 6: As an embodiment of block 2446 in Figure 17, the virtual object placement engine 1307 repeats Step 5 until a product has been selected for all groups. Table L below continues the example.

Table L

Virtual Object Location / Virtual Object	Target Category	Group 1	Group 2	Group 3	Group 4
5 / 1	1	*10*	*15*	0	0
5 / 2	1	0	0	*15*	*10*
5 / 3	1	0	0	0	0
5 / 4	1	10	0	15	0
5 / 5	1	8	6	6	4
5 / 6	1	0	0	0	0
5 / 7	1	4	6	12	4
5 / 8	1	6	12	0	6

Step 7: As an embodiment of block 2448 in Figure 17, for all virtual objects with products cells selected in Step 6, the virtual object placement engine 1307 calculates the summed products of those selected cells for each virtual object 38. Table M below shows the results.

Table M

Virtual Object Location / Virtual Object	Target Category	Group 1	Group 2	Group 3	Group 4	Summation
5 / 1	1	*10*	*15*	0	0	25

Virtual Object Location / Virtual Object	Target Category	Group 1	Group 2	Group 3	Group 4	Summation
5 / 2	1	0	0	*15*	*10*	25
5 / 3	1	0	0	0	0	0
5 / 4	1	10	0	15	0	0
5 / 5	1	8	6	6	4	0
5 / 6	1	0	0	0	0	0
5 / 7	1	4	6	12	4	0
5 / 8	1	6	12	0	6	0

Step 8: As an embodiment of block 2450 in Figure 17, the virtual object placement engine 1307 orders the virtual objects in Step 7 from highest summed value to lowest. In case of equal summed values, the virtual object placement engine 1307 arbitrarily orders those virtual objects with the same summed value. Table N presents the example results.

Table N

Virtual Object Location / Virtual Object	Target Category	Group 1	Group 2	Group 3	Group 4	Summation
5 / 1	1	10	15	0	0	25
5 / 2	1	1	0	15	10	25

Step 9: As Step 9a, if the number of virtual objects selected in Step 8 exceeds [MAX_VIRTUAL OBJECTS], the virtual object placement engine 1307 selects the first [MAX_VIRTUAL OBJECTS] virtual objects with the summed value as an embodiment of block 2452 in Figure 17. For example, if it is desired to assign at most two virtual objects to a virtual object location 37, the virtual object placement engine 1307 selects the two virtual objects with the highest virtual object Group Ranking Percentage and virtual object location Group Breakdown Percentage products. Next, as Step 9b, for the unselected virtual objects,

the virtual object placement engine 1307 determines those groups that were associated with these omitted virtual objects, as an embodiment of block 2454 in Figure 17.

Step 10: As an embodiment of block 2456 in Figure 17, for the virtual objects associated with the groups determined in Step 9b, the virtual object placement engine 1307 selects the product within that group that is the highest for the [MAX_VIRTUAL OBJECT] selected virtual objects from Step 9a. The virtual object placement engine 1307 recalculates the summed products of those selected groups cells for each of the virtual objects. Table O below provides a new example, assuming [MAX_VIRTUAL OBJECTS] = 2; therefore, groups 5 and 6, which are associated with virtual object 6, may be reallocated to virtual objects 7 & 5, respectively.

Table O

Result before Step 10 is shown below:

Virtual object location / Virtual object	Target Category	Group 1	Group 2	Group 3	Group 4	Group 5	Group 6	Summation
5 / 7	3	0	*9*	2	*9*	0	2	18
5 / 5	3	*3*	9	*3*	1.5	0.5	0	6
5 / 6	3	1	3	1	3	*3*	*3*	6

Result after Step 10 is shown below:

Virtual object location / Virtual object	Target Category	Group 1	Group 2	Group 3	Group 4	Group 5	Group 6	Summation
5 / 7	3	0	*9*	2	*9*	0	*2*	20
5 / 5	3	*3*	9	*3*	1.5	*0.5*	0	6.5
5 / 6	3	1	3	1	3	3	3	0

Step 11: As an embodiment of block 2458 in Figure 17, the virtual object placement engine 1307 calculates the total summed product value for all virtual objects selected in Step 10. From Table P, this value is 26.5. The resultant groups selected for each virtual object 38 will serve as the group assignments if this virtual object location / target category ultimately results in the best match, as determined in the remaining steps of the algorithm.

Table P

Virtual object location / Virtual object	Target Category	Group 1	Group 2	Group 3	Group 4	Group 5	Group 6	Summation
5 / 7	3	0	*9*	2	*9*	0	*2*	20
5 / 5	3	*3*	9	*3*	1.5	0.5	0	6.5
Total summed product values								26.5

Step 12: The virtual object placement engine 1307 repeats steps 4-11 above for the same selected virtual object location 37 of Step 4 using the remaining target categories, as an embodiment of block 2328 in Figure 15. The Table Q example below provides the output results for each of the three example target categories.

Table Q

Virtual object location / Virtual object	Target Category	Group 1	Group 2	Group 3	Group 4	Summation
5 / 1	1	*10*	*15*	0	0	25
5 / 2	1	0	0	*15*	*10*	25
Total summed product values						50

Virtual object location / Virtual object	Target Category	Group 1	Group 2	Group 3	Group 4	Group 5	Group 6	Summation
5 / 1	2	*9*	3	2	*12*	0	0	21
5 / 4	2	0	*12*	*4*	6	0	0	16
Total summed product values								37

Virtual object location / Virtual object	Target Category	Group 1	Group 2	Group 3	Group 4	Group 5	Group 6	Summation
5 / 7	3	0	*9*	2	*9*	0	*2*	20
5 / 5	3	*3*	9	*3*	1.5	*0.5*	0	6.5
Total summed product values								26.5

Step 13: As an embodiment of block 2330 in Figure 15, the virtual object placement engine 1307 selects the target category that yields the highest total summed product amount. The virtual object placement engine 1307 assigns this as the Maximum Rank for that virtual object location 37. In the case above, the virtual object placement engine 1307 would assign target category 1, with a value of 50 that is selected.

Step 14: As an embodiment of block 2332 in Figure 15, the virtual object placement engine 1307 repeats Steps 4-13 for the virtual object location 37 selected in Step 4 with the next lowest overall ranking, computing the Maximum Rank for each virtual object location 37.

Step 15: As an embodiment of block 2334 in Figure 15, the virtual object placement engine 1307 uses the available [MAX_VIRTUAL OBJECTS] virtual objects for the virtual object locations up to the maximum number of [TOTAL_VIRTUAL OBJECTS] that yield the largest Maximum Rank. The virtual object placement engine 1307 makes use of the relevant target category determined in Step 13, with virtual objects as determined in Step 10, with group assignments as determined in Step 11.

1 Step 16: As an embodiment of block 2336 in Figure 15, for all other virtual object
2 locations, the virtual object placement engine 1307 assigns the single virtual objects that yielded
3 the highest Overall Ranking as determined in Step 2.

4 The above algorithm performed by the virtual object placement engine 1307 is meant
5 to be illustrative and not limiting. Other algorithms are possible for assigning targeted
6 advertising to groups of reception sites or to individual reception sites. Other targeted
7 advertising routines can also be used by the virtual object placement engine 1307.

8 The above algorithm can be simplified in the case where virtual objects are being
9 selected to be delivered with the content 36 to be received by a single subscriber or reception
10 site 30. In this case, prior to initiating the steps in the algorithm, the virtual object location
11 Group Breakdown Percentages table may be modified to display a group breakdown
12 percentage of 0 for all groups that the subscriber does not belong to for each target category.

13 An alternate virtual object targeting routine 1374 is described in U.S. Patent
14 5,600,364, to Hendricks, John S, entitled NETWORK CONTROLLER FOR CABLE
15 TELEVISION DELIVERY SYSTEM, which is hereby incorporated by reference. In this
16 alternative, software in the virtual object targeting system 1220 generates packages of virtual
17 objects geared towards particular subscribers and makes use of a subscriber's demographic
18 information and viewing habits to determine those virtual objects that are of most interest to that
19 particular subscriber. The routine 1374 then outputs packages of virtual objects targeted
20 towards each subscriber or group of subscribers.

21 Figure 18 shows the seven primary functions of an alternate virtual object targeting
22 routine 1374. The function of the routine 1374 is to target virtual objects for reception sites
23 based on historical programs watched data and other data that is available at the TVOMS 300.
24 In the discussion that follows, the alternate virtual object targeting routine 1374 is described as
25 executed at the TVOMS 300.

26 The process may be initiated as shown at initiation ellipse 1420. In the first subroutine,
27 identified at block 1422, the virtual object targeting system 1220 determines the programs
28 watched matrices stored in the subscriber information database 1210. The determine programs

1 watched matrices subroutine 1422 uses a unique reception site ID to access a specific matrix
2 for one reception site. These matrices are maintained and updated by periodic collections by
3 the operations center 10 of accumulated information from the reception sites.

4 In the second subroutine, shown at block 1424, the virtual object targeting system
5 1220 develops other matrices based on other available information. To develop other matrices
6 based on other available information subroutine 1424 is an optional subroutine not required for
7 the functioning of the system. For groups of reception sites or for each individual reception site,
8 matrices may be developed based on the demographic information, billing information, pricing
9 information, age information and other information that may be stored in the subscriber
10 information database 1210.

11 In the process matrices through correlation algorithms subroutine, block 1426, the
12 virtual object targeting system 1220 processes all matrices through a set of correlation
13 algorithms. In particular, the virtual object targeting system 1220 takes matrices developed in
14 the first two subroutines 1422 and 1424 and processes the matrices until reaching a final matrix.

15 Figure 19 shows an embodiment of the matrices processing subroutine 1426 that is
16 called by the virtual objects targeting sequence 1374 shown in Figure 18. As shown in Figure
17 19, the virtual object targeting system 1220 initiates the matrices processing subroutine 1426
18 at initiation ellipse 1427 and then accesses or queries, at block 1420, the programs watched
19 file and gathers information regarding either an individual subscriber or a group of subscribers.
20 The virtual object targeting system 1220 can gather the programs watched information in this
21 way for individual subscribers or a group of subscribers.

22 Once the programs watched information has been gathered in the database, the virtual
23 object targeting system 1220 selects and groups, at block 1430, programs watched categories
24 and time periods. The software initially takes each program category (e.g., sports, news,
25 mysteries, etc.) and determines the number of programs watched for a given time. The periods
26 may be set to any length of time, including, for example, one, two, three or four weeks. The
27 virtual object targeting system 1220 will loop through such a counting process for each group
28 and period and then proceed to build a programs watched matrix, at block 1432, based on the

1 program categories and periods. Essentially, all programs watched in a particular category and
2 time period will be entered into the programs watched matrix. Once the matrix has been built,
3 the virtual object targeting system 1220, using matrices processing subroutine 1426, will
4 process the matrix for a given subscriber or group of subscribers through the correlation
5 algorithms.

6 A number of correlation algorithms may be used to weight each selected program
7 category. For example, as shown at block 1434, the virtual object targeting system 1220 may
8 use a sum of squares algorithm to determine the weighting. Once weighted, the weighted
9 categories will be correlated by the virtual object targeting system 1220 at block 1436, with
10 various virtual objects stored in the available virtual objects database 1265. The virtual object
11 targeting system 1220 then selects a set of the most heavily weighted virtual objects for
12 inclusion within the content 36 to be delivered to individual subscribers or groups of
13 subscribers. Having determined the weightings of each group and prioritizing the groups
14 accordingly, the virtual object targeting system 1220 returns, block 1438, to the virtual objects
15 targeting sequence 1374 of Figure 18.

16 Referring back to Figure 18, in the fourth subroutine, as represented at block 1428,
17 the virtual object targeting system 1220 uses the final matrix developed by the correlation and
18 weighing algorithm described above, to select a grouping (or selective filter) for each reception
19 site 30. The final groupings of virtual objects that may be sent to the reception sites or group
20 of reception sites may use a subroutine as diagramed in Figure 20.

21 The fourth subroutine 1428, depicted in Figure 20, is called or initiated by the virtual
22 objects targeting sequence 1374 of Figure 18 in order to determine the final groupings. In the
23 subroutine shown at block 1444, the virtual object targeting system 1220 selects a set of virtual
24 objects that will be used in the chosen groupings. This selection process may involve virtual
25 objects from various virtual objects categories. Each virtual object 38 may subsequently be
26 assigned a number of times that it will be shown in a given segment of content 36. The
27 frequency of display may be based on various factors, including the number of requests and
28 cost paid by the respective advertisers to have the virtual objects displayed, as shown in block

1446. Such factors may be used by the virtual object targeting system 1220 in the next step of the subroutine, at block 1448, at which the virtual object targeting system 1220 assigns a weighting to specific virtual objects in each virtual objects category. These weightings are used to prioritize the virtual objects that will be sent to individual reception sites or group of reception sites.

Once the virtual objects have been weighted, the virtual object targeting system 1220 executes a correlation algorithm, at block 1450, using selected criteria (i.e., the various factors used to weight the virtual objects) as well as the output of each programs watched matrix. Any number of correlation algorithms and weighting algorithms may be used, including the sum of squares weighting algorithm described above.

The results from the correlation algorithm subsequently determine the virtual objects and program content 36 that is sent to the virtual object targeting system 1220 for distribution. Once the virtual object targeting system 1220 at the fourth subroutine 1428 completes these steps, the subscriber information database 1210 updates the subscriber record based on the virtual objects that are sent, as shown at block 1454. The database update allows the advertisers to track the costs and frequency of the virtual objects targeted to specific reception sites or groups of reception sites. Following the updates, the virtual object targeting system 1220 returns to the virtual objects targeting sequence shown in Figure 18, block 1456.

Referring to Figure 21, reception site groupings (1 through 5) 1460 are shown. The number of reception site groupings available may be determined by the bandwidth available to transmit virtual objects along with content 36. The available bandwidth or resources provided by the delivery network 11 may limit the number of virtual objects that are available to distribute to the reception site 30.

Referring back to Figure 18, the virtual object targeting system 1220 at the fifth subroutine, represented at block 1466, prepares reception site group information for transmission to the reception sites along with the requested content 36.

In the sixth subroutine, block 1468, the virtual object targeting system 1220 selects the targeted virtual objects. The sixth subroutine 1468 is the last decision making process in

displaying a targeted virtual objects for a subscriber. As shown in block 1469, the reception site 30 then displays the targeted virtual objects with the content 36.

As noted above, targeted advertising can be based on viewing a specific program or a category of programming content 36. In an embodiment, the reception site 30 performs this last step by correlating (or matching) the program being watched by the subscriber with the reception site group information that has been previously transmitted by the TVOMS 300. Figure 21 shows an exemplary table matching reception site groups 1460 and program categories 1470 with specific virtual objects. The virtual objects are shown in Figure 22 at 1474 and are assigned Roman numerals I through X, for example. The number of reception site groupings and virtual objects can vary. Figure 22 shows a division of available bandwidth to carry ten virtual objects. In this example, the virtual objects 1474 are numbered 1101-1110.

The TVOMS 300 will transmit group information to a reception site 30 shown as row names 1460 on Figure 21. The TVOMS 300 will also transmit data that informs the reception site 30 which of the multiple virtual objects 1474 is assigned to a program category shown as columns 1470 on Figure 21. Each reception site 30 only requires the data related to that reception site's assigned group (or row). For example, in Figure 21, the reception site 30 in group 1 (row 1) is provided with data on the virtual objects which are assigned for sports program as I, children's program as IV and mystery category program as III. In this manner, each reception site 30 is only required to store information related to its own grouping. Therefore, a reception site 30 that is in group 1 only needs to store the information related to group 1 that is found in row 1 of Figure 21.

Figure 23 shows a software program flow 1490 that is an alternative to the virtual object targeting system 1220 targeting routine 1374, depicted in Figure 18. The alternative routine 1490 allows each reception site 30 to be individually targeted with specific virtual objects. Preferably, it is initiated automatically, as shown at block 1492, by the TVOMS 300 upon receipt of a program request from a reception site, for example, for a pay per view program. Thus, once the TVOMS 300 receives program request information from a reception

1 site, the TVOMS 300 begins the process of selecting a package of virtual objects that may be
2 based on, among other things, that subscriber's demographic information and viewing
3 history.

4 Upon receipt of a program request from a reception site, the virtual object targeting
5 system 1220 reads the reception site identifier, as shown at block 1494, and the program
6 requested. The subscriber data collection engine 1202 writes information on the program
7 requested to the subscriber information database 1210, updating the subscriber record that
8 contains listings of all programs requested within the past week, month or year.

9 With continued reference to Figure 23, the virtual object targeting system 1220 then
10 calls a subroutine that sorts the programs requested by program category, block 1498. In turn,
11 the program categories are sorted, as shown at block 1500, based on the number of times that
12 program appearing in each particular category is requested. In so doing, virtual object targeting
13 system 1220, using the sorting subroutine as shown at block 1500, determines and ranks those
14 programs and program categories that are most frequently viewed at that reception site.

15 All rankings of programs and program categories for that reception site 30 are written
16 to the subscriber information database 1210, as shown at block 1502.

17 Next, the virtual object targeting system 1220 calls a subroutine, shown at block
18 1504, that correlates the updated subscriber record with the available virtual objects database
19 1265. By correlating these two with one another, the subroutine assigns or correlates various
20 categories of virtual objects to each ranking of programs and program categories. The
21 categories of virtual objects that may be so assigned are found in the available virtual objects
22 database 1265 and may include: (1) Household Goods/Products, (2) Home Improvement and
23 Maintenance, (3) Personal Hygiene, (4) Entertainment Items and Events, (5) Sporting Goods
24 and Events, (6) Motor Vehicles and Related Products, (7) Foodstuffs and Beverages, and (8)
25 Miscellaneous, for example. Where, for example, the subscriber has watched a sporting
26 program, the Sporting Goods and Events, Home Improvement and Maintenance categories
27 may be assigned to that particular sporting event/ program and Sports program category, for
28 example.

1 Once the programs and program categories are correlated with the virtual objects
2 categories in the available virtual objects database 1265, the virtual object targeting system
3 1220 calls a sorting subroutine 1506 that ranks the correlated virtual objects categories based
4 on other information in the database files. In one embodiment, this ranking is primarily based
5 on data in the updated subscriber information database 1210, as shown at block 1506. By
6 using data on the subscriber's past program selections and demographic information, the virtual
7 object targeting system 1220 ranks the correlated categories of virtual objects according to
8 those likely to be of most interest to that subscriber.

9 After the virtual object categories have been sorted and ranked, the virtual object
10 targeting system 1220 selects the top three virtual objects categories as the targeted categories
11 for a given program and subscriber, block 1508. Individual virtual objects are then chosen
12 from the available virtual objects database 1265, with all selections made from the targeted
13 categories, at block 1510. The virtual objects that are selected are written to the subscriber
14 information database 1210 and to the content and virtual object packager 30, from where
15 packages can be generated, at block 1512, for ultimate delivery to the reception site.

16 Figure 24 depicts the object delivery center 15. The object delivery center 15
17 receives content 36, virtual objects, retrieval plans, and other information from the operations
18 center 10 that is to be transmitted to reception sites. The communication processor 16 in the
19 object delivery center 15 may determine the delivery network and communications methods
20 appropriate for each item to be delivered, may combine items to be delivered to common
21 destinations, may format the items for delivery, and provide the formatted items to the
22 processing router 17. The processing router 17 may then route each item to the appropriate
23 modular connector 700, for example modular connector 700', modular connector 700", or
24 modular connector 700"', depending on the required delivery network 11 and communication
25 method.

26 A number of embodiments of delivery network 11 are presented below. The
27 embodiments presented below may use the object delivery center 15, which inserts the virtual
28 objects into the signal for delivery over the delivery network 11. The embodiments presented

below use a modular connector 700 in the reception site 30, that receives the delivered signal with virtual objects, extracts the virtual objects, and provides the virtual objects to the storage management processor 710. The modular connector 700 supports the receive functionality for each unique delivery network 11 communication method embodiment.

Figure 25 presents embodiments associated with the delivery of virtual objects over a coaxial or fiber cable system 2701 to a reception site 30. Virtual objects are provided to the delivery network 11 by the object delivery center 15 or directly by the operations center 10. The signal is delivered over the cable system 2701. The signal may provide for the delivery of virtual objects, content 36 containing virtual object locations, and reception site configuration and control information. The signal may also provide for virtual object viewing data and interactive virtual object requests from the reception site 30 to the local data collection center 40, to the central data collection center 50, or to the interactive object service center 60 or the signal may be a means to provide access to the Internet or other public network through which virtual objects or content 36 are delivered (not shown). The cable system 2701 may be a coaxial cable network, totally fiber network, hybrid fiber coax network, fiber to the curb network, or any other cable distribution technology. The signal over the cable system may be generated by a cable modem, in which an external cable modem 2702 is used to receive the signal and provide the embedded virtual objects to the modular connector 700 in the reception site 30 for processing. Alternatively, the reception site 30 may contain an internal cable modem 2705, which receives the signal and provides the virtual objects to the modular connector 700 for processing.

In another embodiment, the signal delivered over the cable system is a video signal. In one embodiment, the video signal is an analog video signal. In another embodiment, the video signal is a digital video signal. The reception site 30 may contain an internal cable receiver/tuner/demodulator 2706 to process the signal, and provide the embedded virtual objects to the modular connector 700. A set top terminal 2703, or other device capable of receiving a cable video signal, such as a cable ready TV, or PC with cable tuner (not shown), may process the video signal and deliver the video signal to the connector 700 in the reception

1 site 30, which extracts the embedded virtual objects. Alternately, the set top terminal 2703,
2 or other such device, may extract the embedded virtual objects from the video signal and
3 provide the virtual objects to the modular connector 700 in the reception site 30.

4 In another embodiment, virtual objects may be embedded within the audio signal,
5 requiring an appropriate audio-capable modular connector 700 in the reception site 30 to
6 extract the virtual objects from the audio signal. In one embodiment, the audio signal is an
7 analog audio signal. In another embodiment, the audio signal is a digital audio signal.

8 In yet another embodiment, the signal is a spread spectrum signal containing a digital
9 data stream, requiring an appropriate spread spectrum receiver and modular connector 700
10 in the reception site 30 to extract the virtual objects. In this embodiment, the spread spectrum
11 signal is transmitted in the same bandwidth as the video or audio signal, but below the noise
12 level.

13 Figure 26 presents embodiments associated with the delivery of virtual objects over
14 a wireless broadcast system 2801 to a reception site 30. Virtual objects are provided to the
15 delivery network 11 by the object delivery center 15 or directly by the operations center 10.
16 The signal is delivered over the wireless broadcast system 2801. The signal may provide for
17 the delivery of virtual objects, content 36 containing virtual object locations, and reception site
18 configuration and control information. The signal may also provide for virtual object viewing
19 data and interactive virtual object requests from the reception site 30 to the local data collection
20 center 40, to the central data collection center 50, or to the interactive object service center
21 60 or the signal may be a means to provide access to the Internet or other public network
22 through which virtual objects or content 36 are delivered. The wireless broadcast system may
23 be a microwave multipoint delivery system (MMDS), local multipoint distribution system
24 (LMDS), Instructional Television Fixed Service (ITFS) system, or any other wireless data,
25 video, or telephony broadcast system, including point-to-point and point-to-multipoint
26 microwave broadcast systems like those provided by Teligent, Winstar digital wireless
27 network, and ATT's wireless system. The signal over the wireless broadcast system may be
28 generated by a wireless modem, in which an external wireless modem 2802 is used to receive

1 the signal and provide the embedded virtual objects to the modular connector 700 in the
2 reception site 30 for processing. Alternatively, the reception site 30 may contain an internal
3 wireless modem 2805, which receives the signal and provides the virtual objects to the modular
4 connector 700 in the reception site 30 for processing.

5 In another embodiment, the signal delivered over the wireless broadcast system is a
6 video signal. In one embodiment, the video signal is an analog video signal. In another
7 embodiment, the video signal is a digital video signal. The reception site 30 may contain an
8 internal wireless receiver/tuner/demodulator 2806 to process the signal, and provide the
9 embedded virtual objects to the modular connector 700. A wireless set-top terminal 2803, or
10 other device capable of receiving a wireless video signal, such as a TV, or PC with a wireless
11 receiver and tuner, may process the video signal and deliver the video signal to the modular
12 connector 700 in the reception site 30, which extracts the embedded virtual objects.
13 Alternately, the set top terminal 2803, or other such device, may extract the embedded virtual
14 objects from the video signal and provide the data to the modular connector 700 in the
15 reception site 30.

16 In another embodiment, virtual objects may be embedded within the audio signal,
17 requiring an appropriate audio-capable modular connector 700 in the reception site 30 to
18 extract the virtual objects from the audio signal. In one embodiment, the audio signal is an
19 analog audio signal. In another embodiment, the audio signal is a digital audio signal.

20 In yet another embodiment, the signal is a spread spectrum signal containing a digital
21 data stream, requiring an appropriate spread spectrum receiver modular connector 700 in the
22 reception site 30 to extract the virtual objects. In this embodiment, the spread spectrum
23 signal is transmitted in the same bandwidth as the video or audio signal, but below the noise
24 level.

25 Figure 27 presents embodiments associated with the delivery of virtual objects over
26 a satellite broadcast system 2901 to a reception site 30. Virtual objects are provided to the
27 delivery network 11 by the object delivery center 15 or directly by the operations center 10.
28 The signal is delivered over the satellite broadcast system 2901. The signal may provide for

1 such device, may extract the embedded virtual objects from the video signal and provide the
2 data to the modular connector in the reception site 258.

3 In another embodiment, virtual objects may be embedded within the audio signal,
4 requiring an appropriate audio-capable modular connector 700 in the reception site 30 to
5 extract the virtual objects from the audio signal. In one embodiment, the audio signal is an
6 analog audio signal. In another embodiment, the audio signal is a digital audio signal.

7 In yet another embodiment, the signal is a spread spectrum signal containing a digital
8 data stream, requiring an appropriate spread spectrum receiver modular connector 700 in the
9 reception site 30 to extract the virtual objects. In this embodiment, the spread spectrum
10 signal is transmitted in the same bandwidth as the video or audio signal, but below the noise
11 level.

12 Figure 28 presents embodiments associated with the delivery of virtual objects over
13 a wired data network 3001 to a reception site 30. Virtual objects are provided to the delivery
14 network 11 by the object delivery center 15 or directly by the operations center 10. The signal
15 is delivered over the wired data network 3001. The signal may provide for the delivery of
16 virtual objects, content 36 containing virtual object locations, and reception site configuration
17 and control information. The signal may also provide for virtual object viewing data and
18 interactive virtual object requests from the reception site 30 to the local data collection center
19 40, to the central data collection center 50, or to the interactive object service center 60 or the
20 signal may be a means to provide access to the Internet or other public network through which
21 virtual objects or content 36 are delivered. The wired data network 3001 can be metallic wire
22 or fiber, supporting any of a number of communication standards including HDSL, ADSL,
23 DSL, ISDN, T1, T3, SONET, ATM, X.25, frame relay, Switched MultiMegabit Data Service
24 (SMDS), or others. The signal sent over the wired data network may be generated by a data
25 modem or transmission device, in which the appropriate modem, interface device, or Data
26 Terminating Equipment (DTE) device is used to receive the signal and provide the embedded
27 virtual objects to the reception site 30 modular connector 700 for processing. Embodiments
28 of such receiving devices are shown in Figure 28 as HDSL modem 3002, ADSL modem

1 operations center 10. The signal is then delivered over the PCS network 3201. The wireless
2 PCS system may be, for example a wireless LAN, digital cellular telephony network, analog
3 cellular telephony network, digital cellular radio system, analog cellular radio system, digital
4 pager network, analog pager network, or Personal Communication Network (PCN). The
5 signal may provide for the delivery of virtual objects, content 36 containing virtual object
6 locations, and reception site configuration and control information. The signal may also provide
7 for virtual object viewing data and interactive virtual object requests from the reception site 30
8 to the local data collection center 40, to the central data collection center 50, or to the
9 interactive object service center 60 or the signal may be a means to provide access to the
10 Internet or other public network through which virtual objects or content 36 are delivered. A
11 wireless PCS receiver 3202 is used to receive the signal and provide the embedded virtual
12 objects to the modular connector 700 in the reception site 30 for processing. Alternatively, the
13 reception site 258 may contain an internal wireless PCS receiver 3203, which receives the
14 signal and provides the received signal with embedded virtual objects to the modular connector
15 700 in the reception site 30 for processing.

16 Figure 31 depicts several embodiments associated with the delivery of virtual objects
17 using a national or local television broadcaster's signal. Virtual objects are provided to the
18 either the national broadcaster 1110, the broadcast affiliate 1112, or the local cable system
19 1114 by the object delivery center 15 or directly by the operations center 10. The signal from
20 the national broadcaster 1110 can be delivered to reception site 30', 30" or 30''' using a
21 satellite system 1122, using a broadcast affiliate 1112 terrestrially, or using a local cable system
22 1114. Alternatively, the local television broadcast affiliate 1112 can originate the signal which
23 can be delivered to the reception site 30', 30" or 30''' terrestrially, or using a local cable system
24 1114. The signal may provide for the delivery of virtual objects, content 36 containing virtual
25 object locations, and reception site configuration and control information. The signal may also
26 provide for virtual object viewing data and interactive virtual object requests from the reception
27 sites 30', 30", and 30''' to the local data collection center 40, to the central data collection
28 center 50, or to the interactive object service center 60 or the signal may be a means to provide

1 access to the Internet or other public network through which virtual objects or content 36 are
2 delivered. In one embodiment, the video signal is an analog video signal and the virtual objects
3 is embedded in the video signal. In another embodiment, the video signal is a digital video
4 signal and the virtual objects are carried as an independent data stream. In another
5 embodiment, virtual objects may be embedded within the audio signal. In one embodiment,
6 the audio signal is an analog audio signal. In another embodiment, the audio signal is a digital
7 audio signal.

8 In yet another embodiment, the signal is a spread spectrum signal containing a digital
9 data stream, requiring an appropriate spread spectrum receiver modular connector, such as the
10 connector 700 of Figure 33, in the reception site 30', 30" or 30''' to extract the virtual objects.
11 In this embodiment, the spread spectrum signal is transmitted in the same bandwidth as the
12 video or audio signal, but below the noise level.

13 Alternatively, several embodiments are associated with the delivery of virtual objects
14 using a national or local radio broadcaster's signal. The signal from the national radio
15 broadcaster can be delivered to the reception site 30', 30" or 30''' using the satellite system
16 1122, or using a broadcast affiliate 1122. Alternatively, the radio broadcast affiliate 1122 can
17 originate the signal, which can be delivered to the reception site 30', 30" or 30'', terrestrially.
18 In one embodiment, the audio signal is an analog audio signal and the virtual objects is
19 embedded in the audio signal. In another embodiment, the audio signal is a digital audio signal
20 and the virtual objects are carried as an independent data stream. In yet another embodiment,
21 the virtual objects are embedded in a sub-carrier of the analog audio broadcast. In another
22 embodiment, the signal is a spread spectrum signal containing a digital data stream, requiring
23 an appropriate spread spectrum receiver modular connector 700 in the reception site 30', 30"
24 or 30''' to extract the virtual objects. In this embodiment, the spread spectrum signal is
25 transmitted in the same bandwidth as the audio signal, but below the noise level.

26 A local insertion center 20 or multiple local insertion centers may optionally be used
27 to insert virtual objects into content 36 provided by an operations center 10 or another local
28 insertion center 20, and any other content source. A local insertion center 20 may perform the

same functions as an operations center 10. Figure 32 depicts a local insertion center 20. As shown in Figure 32, the local insertion center 20 includes a virtual object location definer 100', a virtual object selector 200', and a targeted virtual object management system 300' (TVOMS) which are identical to the virtual object location definer 100, a virtual object selector 200, and a targeted virtual object management system 300 (TVOMS) of an operations center 10. A local insertion center 20 may detect existing virtual object locations in content 36 and replace existing virtual objects with new virtual objects, delete existing virtual objects, or add new virtual objects in existing virtual object locations and target the virtual objects to reception sites or groups of reception sites. Alternatively, a local insertion center 20 may create new virtual object locations and insert and target virtual objects within these new virtual object locations using the processes defined for the operations center 10.

Figure 33 depicts an example of a reception site 30 in more detail. The modular connector 700 may handle all interactions with a reception site 30. Programming content 36 with virtual object locations and metadata packets containing placement guidelines, mattes, and retrieval plans are received by the reception site modular connector 700 and passed to the virtual object extractor processor 780. The virtual object extractor processor 780 removes any virtual objects from the received signal and the retrieval plan information and routes the virtual objects and retrieval plan to the storage management processor 710. The storage management processor 710 uses the retrieval plan to determine which virtual objects are destined to the reception site 30 and saves the required virtual objects in virtual object storage 720. In an alternative embodiment, virtual objects may be received by the reception site 30 independent of the programming content 36.

The programming content 36 with virtual object locations is then passed to the virtual object location detector processor 750. Information received about virtual object locations is extracted from the programming content 36 and passed to the selector processor 740 which coordinates with the storage management processor 710 to determine the appropriate virtual object 38 to place into each virtual object location 37 based on placement guidelines and available virtual objects stored in the virtual object storage 720. The storage management

within a Television Receiver using an Integrated Electronic Billboard, the disclosure of which are hereby incorporated by reference. Programming content 36 with embedded and overlaid virtual objects is passed to an optional interactive object processor 770.

If an external trigger is received indicating the subscriber has selected an interactive virtual object 38, the interactive object processor 770 processes the request and passes the subscriber request to the modular connector 700. The modular connector 700, in turn, passes the request to the interactive object servicing center 60. The interactive object servicing center 60 will process the request and may respond back to the reception site 30 with an interactive response. Preferably, when a virtual object 38 is placed into a virtual object location 37, the selector processor records the event in the placement log 730. The placement log 730 provides viewing data to the local data collection center 40 or the central data collection center 50, where the information can be used for future virtual object targeting or billing of virtual object providers, for example, advertisers. The selector processor 740 can be provided targeting algorithm updates from external sources.

A local data collection center 40 is depicted in Figure 34. The local data collection center 40 collects, processes, and stores data from reception sites, from a central data collection center 50, or other sources. The data collected about reception sites may be provided to a local insertion center 20 to be used in targeting virtual objects in content 36. Alternatively, the data collected from reception site may be provided to a central data collection center 50 to be used in targeting virtual objects in content 36 by an operations center 10. As shown in Figure 34, communications to and from the local data collection center 40 over a delivery network may be done using modular connector 700. An interface 41 receives information from reception sites. The interface 41 can include a workstation, such as the workstation 44, for example, from which an operator manually enters reception site information. Alternately, reception site information can be automatically entered at the interface 41 by downloading from an off-site database, the Internet, a storage medium, such as a CD-ROM or a floppy disk, and by collecting the information directly from the individual reception sites using modular connector 700. A processor 42 processes the received

reception site information and organizes the information for use and stores information in database 43.

A central data collection center 50 is depicted in Figure 35. The central data collection center 50 collects, processes, and stores data from reception sites, from local data collection centers, or other sources. The data collected about reception sites may be provided to a local insertion center 20 or local data collection center 40 to be used in targeting virtual objects in content 36. Alternatively, the data collected from reception site may be provided to an operations center 10 to be used in targeting virtual objects in content 36. As shown in Figure 34, communications to and from the central data collection center 50 over a delivery network may be done using modular connector 700. An interface 51 receives information about reception sites. The interface 51 can include a workstation, such as the workstation 54, for example, from which an operator manually enters reception site information. Alternately, reception site information can be automatically entered at the interface 51 by downloading from an off-site database, the Internet, a storage medium, such as a CD-ROM or a floppy disk, and by collecting the information directly from the individual reception sites using modular connector 700. A processor 52 processes the received reception site information and organizes the information for use and stores information in database 53.

An interactive object servicing center 60 is depicted in Figure 36. The interactive object servicing center 60 processes interactive requests and formulates responses to such requests. Figure 37 presents the process the interactive object servicing center 60 performs. The process begins with block 4500. In block 4501, the interactive object servicing center 60 receives interactive requests from reception sites. In block 4502, the interactive object servicing center 60 determines the appropriate action to be performed based on the received interactive request. In block 4503, the interactive object servicing center 60 performs the appropriate action based on the received interactive request. In block 4504, the interactive object servicing center 60 replies to the requesting reception site with an interactive response.

As shown in Figure 36, communications to and from the interactive object servicing center 60 over a delivery network may be done using modular connector 700. An interface

vary with one or more of the multiple displays of the video program. For example, the reception site 30 may initially display the video program with a first virtual object in a specific virtual object location. Subsequent to the initial display of the video program, the reception site 30 may receive updated virtual objects for insertion into the video program. A subsequent display of the video program may then result in selection of a second virtual object, different from the first virtual object, in the specific virtual object location.

The reception site 30 may store programs watched data, virtual object data, and any other viewer-specific data. The processor 760 at the reception site 30 may then use this stored viewer-specific data to adjust the placement plan or to modify the on-the-fly virtual object placement. For example, if the reception site 30 stores more than one virtual object that may be inserted into a virtual object location, and if, the processor 760 may use the viewer-specific data to determine which of the virtual objects should be displayed in the virtual object locations. The determination may be based on earlier described algorithms and algorithms described in U.S. Patent Application Serial Number 08/735,549, METHOD AND APPARATUS FOR TARGETING ADVERTISING, which is incorporated by reference.

A variety of virtual object targeting delivery systems have been described. One of ordinary skill in the art will recognize that the above description is that of preferred embodiments of the invention and the various changes and modification may be made thereto without departing from the spirit and scope of the invention as defined in the following claims.